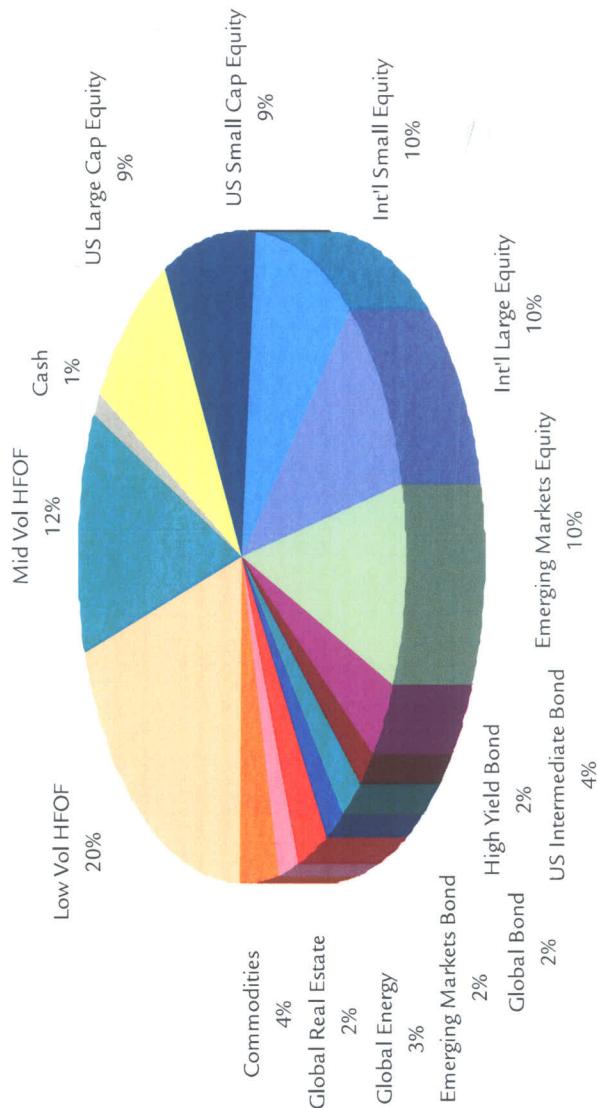


New Allocation Recommendation



Optimization / Risk Analysis

Asset Allocation Analysis

Analysis Inputs

Case: 2010 inputs

Analysis Inputs

Case: 2010 inputs

Analysis Inputs

Case: 2010 inputs

Assets

	Forecast	Risk	Start	Date	End	Constraint	Min	Max
Large Cap US Equity	7.0%	18.1%	Jan 2000	Dec 2008	Dec 2008	0%	75%	
Small Cap US Equity	6.6%	21.5%	Jan 2000	Dec 2009	Dec 2009	0%	15%	
Global Energy	10.5%	23.5%	Jan 2000	Dec 2009	Dec 2009	0%	10%	
Large Real Estate	7.0%	20.1%	Jan 2000	Dec 2008	Dec 2008	0%	10%	
Small Cap Int'l Eq	8.0%	17.9%	Jan 2000	Dec 2009	Dec 2009	0%	20%	
Emerging Mkt Equity	8.5%	19.3%	Jan 2000	Dec 2009	Dec 2009	0%	20%	
US Intermediate Bond	13.2%	24.9%	Jan 2000	Dec 2008	Dec 2008	0%	20%	
High Yield Bond	4.3%	3.8%	Jan 2000	Dec 2008	Dec 2008	0%	75%	
International Bond	7.5%	11.0%	Jan 2000	Dec 2008	Dec 2008	0%	10%	
Emerging Mkt Bond	6.5%	9.0%	Jan 2000	Dec 2009	Dec 2009	0%	10%	
Commodities	7.0%	10.6%	Jan 2000	Dec 2009	Dec 2009	0%	10%	
Low Vol Hedge FOF	8.0%	17.4%	Jan 2000	Dec 2009	Dec 2009	0%	10%	
Mid Vol Hedge FOF	6.0%	4.3%	Jan 2000	Dec 2009	Dec 2009	0%	20%	
High Vol Hedge FOF	8.3%	6.4%	Jan 2000	Dec 2009	Dec 2009	0%	30%	
Private Equity	10.0%	8.0%	Jan 2000	Dec 2008	Dec 2008	0%	100%	
Citigroup 3-month T-Benchmark	1.5%	15.3%	Jan 2000	Dec 2009	Dec 2009	0%	10%	
Benchmark	1.5%	0.5%	Jan 2000	Dec 2008	Dec 2008	0%	20%	
S&P 500	9.0%	18.1%	Jan 2000	Dec 2008	Dec 2008	0%	75%	

Projection Inputs

Target Return:

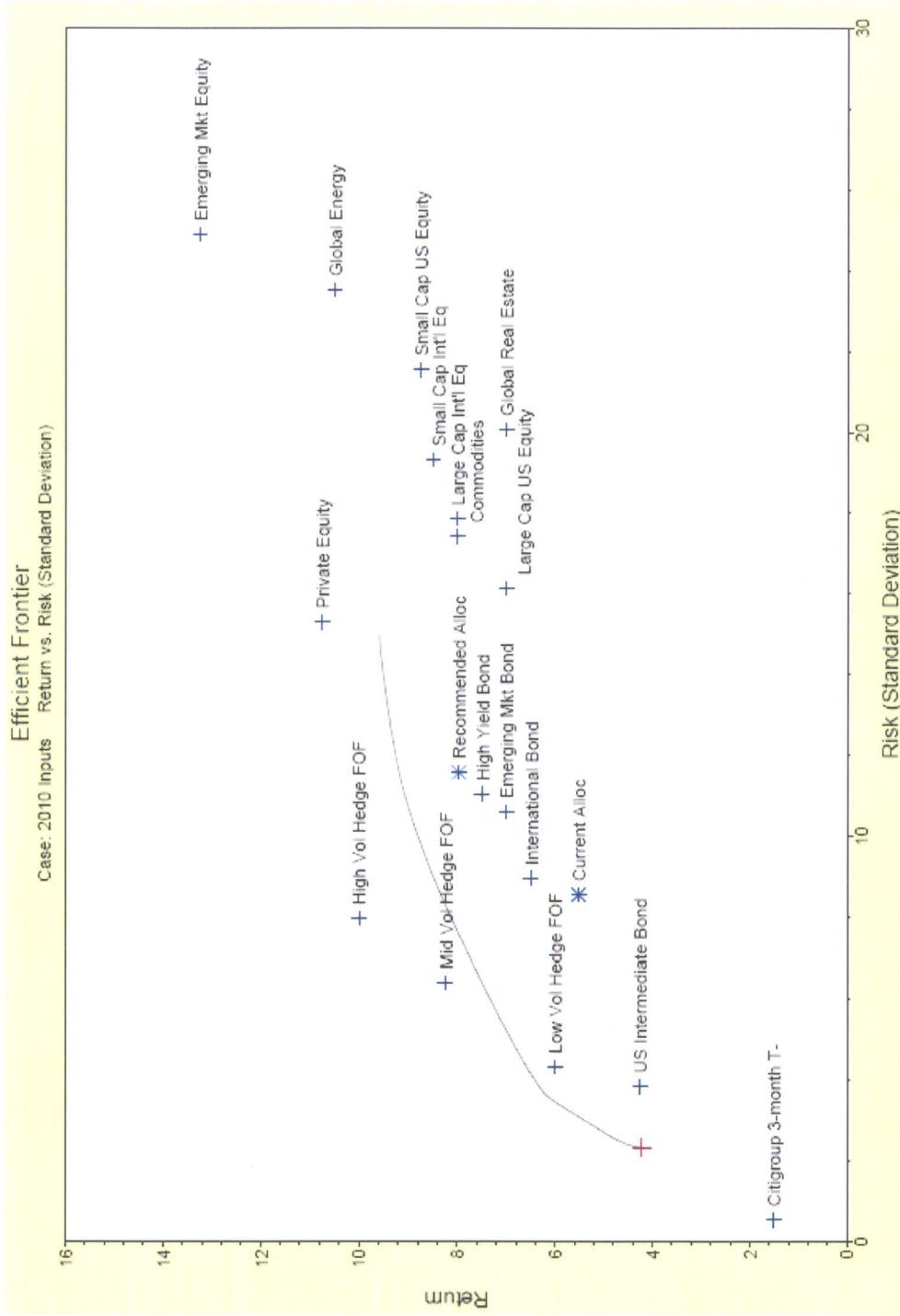
Time Horizon:

Initial Value:

\$121,620,000

	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
1. Large Cap US Equity	1.00																
2. Small Cap US Equity	0.78	1.00															
3. Global Energy	0.60	0.50	1.00														
4. Global Real Estate	0.84	0.96	0.52	1.00													
5. Large Cap Int'l Eq	0.85	0.76	0.39	0.72	1.00												
6. Small Cap Int'l Eq	0.77	0.77	0.83	0.76	0.95	1.00											
7. Emerging Mkt Equity	0.75	0.68	0.88	0.88	0.98	1.00											
8. US Intermediate Bond	-0.09	-0.07	0.00	0.18	0.02	0.07	-0.03	1.00									
9. High Yield Bond	0.82	0.85	0.48	0.73	0.68	0.71	0.68	0.23	1.00								
10. International Bond	-0.03	-0.04	0.13	0.25	0.23	0.25	0.08	0.58	0.14	1.00							
11. Emerging Mkt Bond	0.53	0.53	0.45	0.80	0.60	0.61	0.62	0.48	0.65	0.28	1.00						
12. Commodities	0.25	0.24	0.63	0.33	0.43	0.47	0.44	0.08	0.35	0.23	0.32	1.00					
13. Low Vol Hedge FOF	0.58	0.58	0.57	0.54	0.68	0.71	0.71	0.00	0.58	0.00	0.47	0.65	1.00				
14. Mid Vol Hedge FOF	0.58	0.68	0.44	0.51	0.70	0.74	0.77	-0.00	0.52	0.01	0.51	0.48	0.91	1.00			
15. High Vol Hedge FOF	0.84	0.77	0.55	0.51	0.78	0.78	0.82	-0.01	0.54	-0.00	0.54	0.44	0.86	0.97	1.00		
16. Private Equity	0.72	0.86	0.44	0.33	0.69	0.86	0.57	-0.47	0.38	-0.18	0.38	-0.03	0.89	0.66	0.99	1.00	
17. Citigroup 3-month T-Benchmark	0.08	0.01	0.07	0.03	0.01	-0.02	0.01	0.05	-0.01	-0.18	0.02	0.08	0.26	0.18	0.14	0.05	1.00

Optimization / Risk Analysis



Optimization / Risk Analysis

Asset Allocation Analysis

Case: 2010 Inputs Target Return: 8.65% - 20 Year Time Horizon - 95% of Projected Return Distribution

	Portfolio Statistics	Portfolio Allocations	Recommended Alloc
	Current Alloc		
Asset Allocations			
Large Cap US Equity	63.0%	9.8%	9.8%
Small Cap US Equity	0.0%	9.2%	9.2%
Global Energy	0.0%	3.0%	3.0%
Global Real Estate	0.0%	2.0%	2.0%
Large Cap Int'l Eq	0.0%	10.0%	10.0%
Small Cap Int'l Eq	0.0%	10.0%	10.0%
Emerging Mkt Equity	0.0%	10.0%	10.0%
US Intermediate Bond	40.0%	4.0%	4.0%
High Yield Bond	0.0%	2.0%	2.0%
International Bond	0.0%	2.0%	2.0%
Emerging Mkt Bond	0.0%	4.0%	4.0%
Commodities	0.0%	20.0%	20.0%
Low Vol Hedge FOF	0.0%	12.0%	12.0%
Mid Vol Hedge FOF	0.0%	1.0%	1.0%
Citigroup 3-month T-Turnover	7.0%	88.2%	
Total Turnover			
Expected Return (Annualized)		Portfolio Statistics	
One Year	5.5%	9.5%	
Time Horizon	6.2%	7.4%	
Expected Risk			
One Year	8.8%	11.5%	
Time Horizon	1.0%	2.6%	
Best Case Return (Annualized)			
One Year	23.3%	32.4%	
Time Horizon	6.0%	12.5%	
Worst Case Return (Annualized)			
One Year	-10.3%	-13.0%	
Time Horizon	1.5%	2.4%	
Probability of Target Return			
One Year	35.0%	46.0%	
Time Horizon	4.3%	32.8%	
Probability of Negative Return			
One Year	26.7%	25.4%	
Time Horizon	0.3%	0.2%	
Tracking to Market Benchmark			
Benchmark Tracking R-Squared	97%	74%	
Tracking Error	7.89%	8.89%	



Please see disclaimers on last page.

Monte Carlo Simulation

Forecasted Market Values - Current Portfolio

Portfolio Value	Year 5
10th Percentile:	\$196,988,800
25th Percentile:	\$176,774,000
50th Percentile:	\$156,569,312
75th Percentile:	\$138,966,256
90th Percentile:	\$124,510,752

Portfolio Value	Year 5
10th Percentile:	\$237,581,104
25th Percentile:	\$203,993,344
50th Percentile:	\$173,885,456
75th Percentile:	\$148,125,888
90th Percentile:	\$127,712,264

Mean Return: **5.51%**
Std Deviation: 8.55%

Mean Return: **7.97%**
Std Deviation: 11.58%

- Monte Carlo Simulation was generated by using WaterStreet's short-term expected returns for each asset class. The median portfolio values and returns (highlighted in red) is based on 5 year expected returns.
- Current Portfolio is projected to return +5.51% or +\$34,749,421. Our New Recommended Portfolio is projected to return +7.97% or +\$52,065,565